
From: Leichter, Franz
Sent: Wednesday, April 26, 2006 3:58 PM
To: Leichter, Franz
Cc: Kennedy, John P.; Morton, Lenora O.
Subject: capital reg-- for file

On April 20 I had a breakfast meeting with Dean Schultz. We discussed a number of issues relating to the Home Loan Banks. Dean commented on the proposed capital regs. He was concerned about the proposed requirement for retained earnings. He thought that the formula did not reflect the risk of non-advance assets.